The following information is provided as required by CPB (Corporation for Public Broadcasting) in compliance with the terms and conditions for KUNM to receive grant funds from CPB.

To reach CPB, please visit their website [www.cpb.org](http://www.cpb.org).

KUNM studios and offices are in Oñate Hall (Building 156) on the University of New Mexico campus. Our offices are on the third floor of Oñate Hall and we are open M-F from 8:00 until 5:00 or by appointment. Oñate Hall is on the southwest corner of Campus Blvd and Girard Street. Mobility access is pretty good with ramps and door openers throughout. Parking regulations are strictly enforced. E-mail addressed to (kunm at kunm.org) will be routed to the appropriate party.

KUNM’s mailing address is
KUNM Radio
MSC06 3520
1 University of New Mexico
Albuquerque, NM 87131-0001

SECTION: CPB’s Policy: Transparency

1. List of Station management and contact information:
   a. General Manager – Richard Towne (505) 277-8009 and richardtowne at kunm.org
   b. Program Director – Tristan Clum (505) 277-8005 and programming at kunm.org
   c. Development Director – Mary Oishi (505) 277-8006 and marylisi at kunm.org

2. List of Board of Directors:
   KUNM is licensed by the FCC to the Regents of University of New Mexico. The Regents website is [http://regents.unm.edu](http://regents.unm.edu). Current Regents are:
   Robert M. Doughty – President
   Marron Lee – Vice-President
   Thomas Clifford - Secretary, Treasurer
   Lieutenant General Bradley C. Hosmer, USAF (Ret.)
   Suzanne Quillen
   Alex Romero
   Garrett Adcock Student Regent

3. List of KUNM Radio Board members:
   KUNM is advised by the KUNM Radio Board, made up of appointed and elected members of the Community. The KUNM Radio Board is chartered in Regents policy 8.7 and is not a required CAB as defined by CPB. Current members are: Bob Davis, Caitlan Grann, Jeffrey Long, Michael Marcotte, Katie Stone, Elisha Allen, Juliette Craig, Julio Dominguez-Sota, Lawrence Gibel, Olivia Chan, Theo Aufichtig, Brenna Lissoway and Richard Towne. E-mail to (kunmradioboard-at-kunm.org).

4. Date, time and place of all open meetings as determined by the Communications Act:
The Regents meet as a whole and in committees: Their schedule and agendas can be found at [http://regents.unm.edu/](http://regents.unm.edu/) (Regents meetings and agendas). The Regents Open Meeting Policy is here Regents' Policy Manual - [Regents Policy Manual](#). Please see Section 1.3: Public Notice of Regents' Meetings.

The KUNM Radio Board normally meets on the first Tuesday of the month (excepting holidays and elections). Meetings are held in Oñate Hall, Rooms 133 and 134 from 6:00 until 8:00 p.m. Call KUNM (505) 277-4806 or e-mail kunm-at-kunm.org to confirm meetings. The public is welcome and can address the advisory Board on any matter desired subject to the discretion of the Board. Parking is strictly enforced.

5. Audited Financial Statements (please see below – Audited Financial Statements).

6. Information about how to obtain copies of annual financial reports:
Annual Financial Reports can be obtained at KUNM offices, or by calling the General Manager (505) 277-8009, or by e-mailing RichardTowne-at-kunm.org or by writing to KUNM’s General Manager addressed to KUNM, MSC06 3520, University of New Mexico, Albuquerque, NM 87131.
KUNM will provide these reports as print outs, digital files (pdf) or in alternate formats as needed. Single copies of the reports are available at no cost.

7. IRS Form 990 when the grantee files its own 990 (not applicable).

8. Compensation information comparable to the information outlined in the IRS Form 990 Part VII A and contactor compensation in Part VII B for any grantee that is not required to file its own IRS Form 990.
For the uninitiated, IRS is requesting disclosure of officers and employees (including former officers and employees) making more than $100,000 in annual compensation. “List the organization’s five current highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than $100,000 from the organization and any related organizations.”
There are no such employees or former employees at KUNM meeting this criteria. In policy, the Regents delegate authority for KUNM to the University President and to the Provost (EVP for Academic Affairs.) Salaries for all UNM employees are available at the University of New Mexico’s Sunshine Portal.

KUNM certifies that it is meeting Federal and State law regarding donor privacy and data security.

**SECTION: CPB POLICY: Local Content and Services**

CPB requires “Every grantee is required to answer and post on its website Station Activity Survey questions related to its content and services that serve local needs, including quantitative and qualitative information about the impact of the local services in its community. The definition of local content and service will be determined by the grantee. When developing the answers, the grantee should consider the following elements: Description of activities; Reach of activities (number of plays, viewers, participants, etc.); Overall impact or outcomes; Community feedback on activity (direct quotes from participants, community leaders, etc.); and Partnerships (list of other organizations, including other public broadcasters) collaborating with grantee.

1. The purpose of this section is to give you an opportunity to tell us about special, innovative efforts in
which the grant recipient is involved. Responses may be shared with the Congress or the public.

KUNM is in Year 5 of a multi-year grant-funded project of focused reporting on poverty and public health in New Mexico. This project includes partnership with public TV, print, and online journalists around the state. Our targeted engagement is with community practitioners and promotoras, policy makers, and the people who access health care or poverty services. In 2015, KUNM was named Broadcast of the Year by the NM Broadcasters Association (N MBA). We were also named Best Website of the Year. NMBA cited our deep investigative and human based reporting on public health was the driving factor in the award.

2. Please briefly assess the impact that your CPB funding has on your ability to serve your community. What can you do with your grant that you wouldn’t be able to do if you didn’t receive it?

KUNM uses CPB funds to acquire NPR news programming. NPR news programming brings us a white affluent audience which contributes strongly to our programming. We use these listener funds to underwrite the costs to produce specialty programming - 50 different programs a month, serving communities that are not served by other media. KUNM now reaches half of the state's population. We thank CPB for all of the critical support it takes to help us serve our listeners.

3. Please describe any special activities you have undertaken in the areas of community service and outreach during the Year.

For the third year, KUNM lead a grant-funded content collaboration with NMPBS (public television), the University of New Mexico's Journalism lab "NM News Port", and NM In-Depth (non-profit online reporting site) for coverage of the 60-day NM Legislative session. The pilot project proved successful and the same private funding foundation came back for a second round of funding this year (2016) that included more content, more funding, and a well refined collaboration effort. Our building is marked for demolition at some unknown point in the future. We are in a former dorm slated to be replaced with modern student housing. We have officially engaged the University in a simple initiative to approve use of land adjacent to KNME - NM PBS to collocate our facilities.

4. Please describe any special efforts you have made to increase your involvement with the educational community during the year. Include a brief description of any major educational services provided.

KUNM is in Year 5 of a multi-year grant-funded project of focused reporting on poverty and public health in New Mexico. This project includes partnership with public TV, print, and online journalists around the state. Our targeted engagement is with community practitioners and promotoras, policy makers, and the people who access health care or poverty services. In 2015, KUNM was named Broadcast of the Year by the NM Broadcasters Association (N MBA). We were also named Best Website of the Year. NMBA cited our deep investigative and human based reporting on public health has the driving factor in the award. KUNM worked with UNM's Department of Communications and Journalism in a second-year of grant-funded reporting on the NM legislative session. For the 2016 session, the Thornburg Foundation funded a proposal for collaborative coverage by the Department's journalism lab "NM News Port" coupled with KUNM, NMPBS (public television) and the non-profit online news source NM In-Depth.

5. CPB is interested in learning more about stations’ significant activities planned for the upcoming year – both broadcast and beyond broadcast. What types of on-air programs and off-air activities are you planning in the upcoming year that will connect your station more closely with your community? What goals are you setting in conjunction with these initiatives, and how will you measure your success?
We hope to continue to build the Poverty and Public Health program for in-depth reporting on the impacts of poverty and health equity in New Mexico, including tribal and rural communities. We are currently seeking an additional four-years of funding to sustain us beyond the current five year old program.

SECTION: CPB POLICY: Diversity Eligibility
CPB policy requires each Grantee to have:
(1) established a formal goal of diversity in its workforce, management and boards, including community advisory boards and governing boards having governance responsibilities specific to or limited to broadcast stations;
KUNM is licensed to The Regents of the University of New Mexico. KUNM follows UNM recruitment and employment policies with activities conducted in relationship with UNM’s Division of Human Resources. Diversity goals are included in UNM Policies 3100 “Equal Opportunity & Affirmative Action” and 3210 “Recruitment and Hiring”. Diversity is also referenced in the 1987 Regents’ Policies including Section 2.4 “Diversity and Campus Climate” and Section 8.7 “KUNM Radio”. In Policy 8.7, KUNM is required to “… serve the people in KUNM's listening area by providing a variety of high quality programming that serves diverse interests...”. In 2015, UNM Human Resources added two free Diversity Resources for recruitment of paid positions. They are diversityjobs.com and diversityworking.com. All competitive postings at UNM will be promoted on those websites.

KUNM reports to the Office of the Provost. This Office also has responsibility for UNM’s Diversity Council in conjunction with UNM’s Division for Equity and Inclusion. Information on the Council’s Diversity Plan is available at their website. KUNM’s internal “Policies and Procedures for Staff and Volunteers” state in Policy 24 “Harmony: KUNM is an equal opportunity employer in accordance with UNM policies. All staff is expected to regard others with respect and to practice tolerance of others regarding age, sex, race, class, nationality, sexual preference, spiritual or political beliefs, and those physically or mentally challenged.”

KUNM’s Radio Board (advisory) carries a Bylaws mandate that (4.7) The appointment and election processes shall encourage the representation of women, minorities, and people of various socioeconomic backgrounds on the Board, as well as the representation of a broad array of points of view and philosophies.

CPB (2) also requires that Grantees have implemented the following initiatives to achieve that goal:
1. Review with the station’s governing board or licensee official those practices that are designed to fulfill the station’s commitment to diversity and to meet the applicable FCC guidelines (see 47 C.F.R. § 73.2080).
KUNM has reviewed the practices that are designed to fulfill the station’s commitment to diversity and to meet the applicable FCC guidelines (see 47 C.F.R. § 73.2080) with KUNM’s licensee official in the Office of the Provost & Executive Vice President for Academic Affairs.

2. CPB asks each radio CSG recipient to prepare and post on its website a brief statement (about 500 words) that reflects on the following points.

- The elements of diversity (e.g., gender, race, culture, religion, language, generation) that the CSG recipient finds important to its public media work.
KUNM is a vivid and long-standing community broadcaster committed to diversity in its
programming service, engagement with communities of all types, and in its staffing and cultural practices.

Specific examples of our practices and programming by community volunteers from all walks of like are available at the KUNM Website. KUNM’s signal reaches over half of the people in New Mexico. KUNM’s departmental policies state in Section 24. Harmony: KUNM is an equal opportunity employer in accordance with UNM policies. All staff is expected to regard others with respect and to practice tolerance of others regarding age, sex, race, class, nationality, sexual preference, spiritual or political beliefs, and those physically or mentally challenged.

- The extent to which its staff and governance reflect such diversity.
  Presently, the gender/ethnic make up of KUNM constituencies show
  Paid Professional Staff: (18 w/ 2 vacant); 8 women, 10 men; 6/18 are people of color.
  Paid Student Staff: (8 w/4 vacant); 5 women, 3 men; 4/8 are people of color.
  On-Air Volunteer Staff: (96 total); 32 women, 64 men; 36/96 are people of color.
  Advisory Board: (13 w/ 1 vacant); 8 women, 5 men; 3/12 are people of color.
  Licensee Board: (6); 2 women, 4 men; 0/7 are people of color.

- The progress the recipient has made to increase its diversity in the last two to three years and its diversity plans in the coming period.
  We have added 21 new recruitment sources to all professional job openings in the last year by using the New Mexico Broadcasters Association diversity recruitment services. Our licensee is the Regents of The University of New Mexico. Our association with UNM allows us to use the various services of UNM’s Human Resources department to track ethnically under-utilized job titles within our department and to use UNM’s extensive diversity recruitment tools and other recruitment strategies to build diversity at KUNM. Examples are here UNM Human Resources general-diversity-resources.

In the past four years, KUNM has created three new paid staff positions, all fulltime. One of the full-time Reporter positions is funded as an Hispanic journalism fellowship. These positions are grant–funded for 28 more months. KUNM re-organized its News Department to create a morning and evening News anchor positions to give greater opportunities for our diverse workforce.

KUNM is working now to sustain the positions mentioned above so we can retain our strong news presence. We have no immediate plans for future hires. If funding becomes available, KUNM will certainly use its successful outreach and recruitment strategies to attract a strong and diverse applicant pool as is contemplated in UNM’s recruitment and hiring policies.

In addition, Grantees shall undertake at least one of the following five initiatives on an annual basis:
1. Include individuals representing diverse groups in internships or work-study programs designed to provide meaningful professional level experience in order to reflect the diversity of the communities they serve and further public broadcasting’s commitment to education.
KUNM regularly employees up to 12 student interns attending UNM. Funding for this effort is provided by an annual grant approved by student leadership. We purposefully recruit and hire diverse candidates to create professional internships to advance their resume. At present, half of the student employees are people of color.
Thirteen years ago KUNM launched a youth media project to engage diverse high-school and middle school students in our work. The project is now independent and is called Generation Justice. Generation Justice produces KUNM’s weekly one-hour Youth Radio program and produces significant video documentaries available through their blog. The application and selection process for the Generation Justice team has a goal of establishing a deliberately diverse group of teens to work together using the high standards of public media journalism as applied to civic engagement and social justice.

Since Fall 2014, KUNM partnered with KNME – public television, the Daily Lobo (independent student newspaper) and UNM’s Department of Communications and Journalism (C&J) in the creation of a living journalism lab called News Port, funded by an innovation grant to C&J from the Online News Association. This will improve our ability to plug into the diverse student body at University of New Mexico. This work has funding to last another year and is proving to be a good incubator for promise journalists of color.

In Fall 2015, KUNM launched KUNM’s Generation Listen, a local affiliate of NPR’s national social media project to attract millenial aged people to public media. Through extensive social media and in-person "meet-ups", KUNM now has 150 college aged people (mostly from our university) engaged. Our meet-ups are intentionally designed to showcase diversity, so we have met at National Hispanic Cultural Center and have had meet-ups to discuss police violence and Islamophobia.

2. Include qualified diverse candidates in any slate of candidates for elected governing boards that the Grantee control.
Members of KUNM’s governing board – The Regents of the University of New Mexico – are appointed by the Governor of the State of New Mexico.

3. Implement a diversity training program for members of the organization’s governing board of directors on an annual basis.
KUNM, by itself, is unable to implement a diversity training program for the Regents.

4. Participate in minority or other diversity job fair.
KUNM regularly participates in the quarterly “virtual job fair” conducted by the New Mexico Broadcasters Association. Broadcasters with all types of formats promote the fair, inviting interested listeners to offer their resume to participating broadcasters. The virtual fair produces a diverse pool of potential talent. Applicants are offered the opportunity to identify their ethnicity.

5. Implement formal diversity training programs for management and appropriate staff.
In the summer of 2015, General Manager Richard Towne and Program Director Tristan Clum hosted the regional conference for the NFCB. Over 100 individuals from 30 stations attended. There were specialty keynote addresses by leadership from National Native News and Native America Calling. Both national radio programs are based in Albuquerque and were housed at KUNM before Annenberg funded their new studios. The NFCB Summit featured a half day training workshop with representatives from the many Native stations in attendance. Also in 2015, KUNM organized a day-long strategic retreat for the many Hispanic volunteers on-air at KUNM during our Raices, Espejos de Aztlan, and Salsa Sabrosa. In 2017, UNM required mandatory training in the online course Intersections: Preventing Discrimination and Harrassment in the Workplace (www.LawRoom.com). This training is required of all paid staff and students. KUNM is organizing the effort to have our 100+ Volunteers credentialed so they too can take
the training. Our Volunteers unanimously passed a motion to require the training for all active volunteers.

Attachment A – Audited Financial Statements FY 15 (copied below).

--end--
KUNM-FM
(A Department of the University of New Mexico)

Financial Statements
June 30, 2017 and 2016

(With Report of Independent Auditors Thereon)
# Table of Contents

<table>
<thead>
<tr>
<th>Section</th>
<th>Page(s)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Report of Independent Auditors</td>
<td>1–2</td>
</tr>
<tr>
<td>Management's Discussion and Analysis (unaudited)</td>
<td>3–5</td>
</tr>
<tr>
<td>Financial Statements:</td>
<td></td>
</tr>
<tr>
<td>Statements of Net Position</td>
<td>6</td>
</tr>
<tr>
<td>Statements of Revenues, Expenses, and Changes in Net Position</td>
<td>7</td>
</tr>
<tr>
<td>Statements of Cash Flows</td>
<td>8</td>
</tr>
<tr>
<td>Notes to Financial Statements</td>
<td>9–22</td>
</tr>
<tr>
<td><strong>Required Supplementary Information</strong></td>
<td></td>
</tr>
<tr>
<td>Schedule of Proportionate Share of Net Pension Liability and Employer</td>
<td>23</td>
</tr>
<tr>
<td>Contributions (Unaudited)</td>
<td></td>
</tr>
</tbody>
</table>
REPORT OF INDEPENDENT AUDITORS

The Board of Regents
University of New Mexico
and
Mr. Timothy Keller
New Mexico State Auditor

**Report on the Financial Statements**

We have audited the accompanying financial statements of KUNM-FM (the Station), a department of the University of New Mexico (UNM), which comprise the statement of net position as of June 30, 2017 and the related statements of revenues, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, which collectively comprise the Station’s basic financial statements.

**Management’s Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

**Auditors’ Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.
Opinion
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Station, as of June 30, 2017, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Year Financial Statements
The financial statements of the Station as of June 30, 2016 and 2015 were audited by other auditors whose report dated December 22, 2016, expressed an unmodified opinion on those statements.

Other Matters
Required Supplementary Information
Accounting principles generally accepted in the United States of America require that the management’s discussion and analysis on pages 3 through 5 and the schedule of proportionate share of the net pension liability and employer contributions – pension on page 23 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.
We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Albuquerque, New Mexico
October 20, 2017
The following discussion and analysis provides an overview of the financial position and activities of KUNM-FM (the Station) for the fiscal years ended June 30, 2017, 2016 and 2015. This discussion should be read in conjunction with the accompanying financial statements and notes. Additional information can be found in the Station’s annual report to the Corporation for Public Broadcasting (CPB).

Overview of the Operations

The Station is a department of the University of New Mexico (UNM) and operates under Federal Communications Commission (FCC) licenses issued to the Regents of the University of New Mexico. The Station is a self-supporting department of UNM. While UNM provides indirect institutional support (e.g., studio and office space, custodial, and human resources support), it does not provide ongoing, line item funding for the radio station. UNM’s indirect institutional support to the Station is significant to the Station’s financial activities.

UNM is classified by the Internal Revenue Service (IRS) as an entity of the State of New Mexico and is chartered under New Mexico state law. The Station’s financial activities are managed under policies and procedures of UNM and are subject to internal audit and control by UNM. UNM also operates the UNM Foundation, recognized by the IRS as a 501(c)(3) tax-exempt charitable foundation. Some financial activities (e.g., matching gifts from employers, major gifts, and donor-advised gifts from other foundations) are processed through the UNM Foundation at the request of donors. These funds are also subject to UNM audit and control.

Overview of the Basic Financial Statements

The statements of net position include the assets, liabilities, and net position of the Station as of the end of each fiscal year. It is a point-in-time statement and provides both long-term and short-term fiscal information about the Station’s investments in resources (assets), deferred outflows of resources, obligations (liabilities), deferred inflows of resources, and net position (assets plus deferred outflow minus liabilities plus deferred inflows). It also provides the basis for evaluating the capital structure of the Station and assessing its liquidity and financial flexibility.

The statements of revenues, expenses, and changes in net position present the results of operations of the Station for the fiscal years ended June 30, 2017 and 2016. It includes both the operating revenues and expenses. This statement measures the activity of the Station’s broadcast service over the past year and can be used to determine whether the Station has recovered all its costs through listener donations, business underwriting support, grants, and other revenue-generating activities.

The statement of cash flow provides information about the sources and uses of cash by the Station. The statement reports cash receipts, cash payments, and net changes in cash resulting from operational, fund-raising, and business activities, and the change in cash during the reporting period. It is summarized in categories consisting of operating, capital financing, and investing activities.

The notes to the financial statements provide required disclosures and other information essential to a full understanding of material data provided in the financial statements. The notes present information about the Station’s accounting policies, significant account balances and activities, material risks, obligations, commitments, contingencies, and subsequent events, if any.
Condensed Financial Information

<table>
<thead>
<tr>
<th>Statement of net position:</th>
<th>Year ended June 30</th>
<th>2017</th>
<th>2016</th>
<th>2015</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current assets</td>
<td>$ 442,421</td>
<td>406,547</td>
<td>505,381</td>
<td></td>
</tr>
<tr>
<td>Capital assets, net</td>
<td>77,390</td>
<td>103,228</td>
<td>133,108</td>
<td></td>
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<tr>
<td>Deferred outflows of resources</td>
<td>357,681</td>
<td>200,982</td>
<td>141,250</td>
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<tr>
<td>Total assets and deferred outflows of resources</td>
<td>$ 877,492</td>
<td>710,757</td>
<td>779,739</td>
<td></td>
</tr>
<tr>
<td>Current liabilities</td>
<td>$ 109,291</td>
<td>248,810</td>
<td>256,667</td>
<td></td>
</tr>
<tr>
<td>Noncurrent liabilities</td>
<td>2,162,568</td>
<td>1,863,943</td>
<td>1,683,174</td>
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<tr>
<td>Total liabilities</td>
<td>2,271,859</td>
<td>2,112,753</td>
<td>1,939,841</td>
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<tr>
<td>Deferred inflows of resources</td>
<td>48,313</td>
<td>76,997</td>
<td>178,081</td>
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</tr>
<tr>
<td>Net position (deficit):</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Net investment in capital assets</td>
<td>77,390</td>
<td>103,228</td>
<td>133,108</td>
<td></td>
</tr>
<tr>
<td>Unrestricted (deficit)</td>
<td>(1,520,070)</td>
<td>(1,582,221)</td>
<td>(1,471,291)</td>
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<tr>
<td>Total net position (deficit)</td>
<td>(1,442,680)</td>
<td>(1,478,993)</td>
<td>(1,338,183)</td>
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<tr>
<td>Total liabilities, deferred inflows of resources, and net position</td>
<td>$ 877,492</td>
<td>710,757</td>
<td>779,739</td>
<td></td>
</tr>
</tbody>
</table>

Statement of revenues, expenses, and changes in net position (deficit):

| Total operating revenues | $ 2,733,048 | 2,393,311 | 2,552,434 |
| Total operating expenses | 2,696,735 | 2,534,121 | 2,571,440 |
| Change in net position (deficit) | $ 36,313 | (140,810) | (19,006) |

Financial Position

The Station’s current assets are $442,421 as of June 30, 2017, an increase of $35,874 as compared to the June 30, 2016 balance of $406,547. During fiscal year 2016 current assets decreased $98,834 from the balance of $505,381 as of June 30, 2015. These changes are primarily attributable to changes in cash and cash equivalents. The Station’s net cash provided by operating activities is $21,110 for the fiscal year ended June 30, 2017, as compared to fiscal year ended June 30, 2016 in which there was a net decrease in cash from operating activities of $91,125.

Capital assets net, decreased $25,838 as of June 30, 2017 to $77,390 compared to $103,228 as of June 30, 2016. Capital assets net as of June 30, 2015 were $133,108. These decreases were the result of depreciation from the major studio equipment.
Current liabilities were $109,291 and $248,810 as of June 30, 2017 and 2016, respectively. Current liabilities as of June 30, 2015 were $256,667. The current year decrease was caused by a decrease in accounts payable. The prior year increase was caused by an increase in accounts payable.

Deferred outflows of resources, noncurrent liabilities, and deferred inflows of resources change as the result of the implementation of GASB 68, Accounting and Financial Reporting for Pensions – an amendment of GASB No. 27. As the result of this implementation the Station records its proportionate share of the ERB net pension liability and related deferred inflows and outflows of resources. The changes in these balances are the result of changes in the ERB net pension liability and the Stations proportionate share of it.

Results of Operations
Total operating revenues of $2,655,532 increased by $262,221 for the fiscal year ended June 30, 2017, compared to $2,393,311 for the fiscal year ended June 30, 2016 and increased $180,614 compared to $2,552,434 for the fiscal year ended June 30, 2015. The bulk of the Station’s revenues from operations fall into three main categories: 1) listener sensitive income including voluntary contributions from listeners and program support from area businesses in exchange for on-air recognition (spots), 2) operating grants from the CPB, UNM Student Fees, and others, and 3) UNM Administrative Support provided. The increase in the 2017 revenues primarily relate to increases in revenue from listeners, businesses, and grants. The decrease in the 2016 revenues primarily related to decreases in revenue from listeners, businesses, and grants.

Total operating expenses of $2,619,219 increased by $85,098 for the fiscal year ended June 30, 2017 compared to $2,534,121 for the fiscal year ended June 30, 2016 and increased $125,295 compared to $2,571,440 for the fiscal year ended June 30, 2015. The increase from 2016 to 2017 in operating expenses is largely attributable to spending on studio and network upgrades that are considered to be maintenance expense. The decrease from 2015 to 2016 in operating expenses primarily relate to the decrease in spending on studio and network equipment that are below the Station’s capitalization threshold.

Factors Affecting Future Periods
The Station’s operating budget is heavily dependent on support from its members and from the business community.

Contacting the Company’s Financial Management
The Station’s annual basic financial statements and reports to the CPB are available for public inspection during business hours in the Station’s public file in Oñate Hall (corner of Campus and Girard) on the UNM campus.

If you have questions about this report or need additional financial information, contact the Station General Manager Richard S. Towne at KUNM, UNM, Albuquerque, New Mexico 87131 or 505-277-8009 or RichardTowne@kunm.org.
## statements of net position

### June 30, 2017 and 2016

<table>
<thead>
<tr>
<th>Assets</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Cash and cash equivalents</td>
<td>$394,423</td>
<td>373,313</td>
</tr>
<tr>
<td>Accounts receivable, net of allowance for doubtful accounts of $12,101 and $10,389 at June 30, 2017 and 2016</td>
<td>47,998</td>
<td>33,234</td>
</tr>
<tr>
<td><strong>Total current assets</strong></td>
<td>442,421</td>
<td>406,547</td>
</tr>
<tr>
<td>Noncurrent assets</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Capital assets, net</td>
<td>77,390</td>
<td>103,228</td>
</tr>
<tr>
<td><strong>Total noncurrent assets</strong></td>
<td>77,390</td>
<td>103,228</td>
</tr>
<tr>
<td>Deferred outflows of resources</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Related to pensions</td>
<td>357,681</td>
<td>200,982</td>
</tr>
<tr>
<td><strong>Total assets and deferred outflows of resources</strong></td>
<td>$877,492</td>
<td>710,757</td>
</tr>
</tbody>
</table>

| Liabilities                 |          |          |
| Current liabilities         |          |          |
| Accounts payable            | $22,333  | 4,626    |
| Accrued payroll             | 10,540   | 14,824   |
| Compensated absences        | 47,814   | 50,966   |
| Unearned revenues           | 28,604   | 178,394  |
| **Total current liabilities** | 109,291  | 248,810  |
| Noncurrent liabilities      |          |          |
| Net pension liability       | 2,162,568| 1,863,943|
| **Deferred inflows of resources** |          |          |
| Related to pensions         | 48,313   | 76,997   |
| **Total liabilities and deferred inflows of resources** | 2,320,172 | 2,189,750 |

### Commitments and contingencies (Notes 5, 7, 8)

| Net position                |          |          |
| Net investment in capital assets | 77,390   | 103,228  |
| Unrestricted (deficit)       | (1,520,070) | (1,582,221) |
| **Total net position (deficit)** | $(1,442,680) | $(1,478,993) |

See accompanying notes to financial statements.
### KUNM-FM
(A Department of the University of New Mexico)

**Statements of Revenues, Expenses, and Changes in Net Position**

**Years ended June 30, 2017 and 2016**

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Operating revenues:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Membership and underwriting, net</td>
<td>$1,566,735</td>
<td>1,352,459</td>
</tr>
<tr>
<td>Grants</td>
<td>479,628</td>
<td>436,918</td>
</tr>
<tr>
<td>University of New Mexico administrative support</td>
<td>446,736</td>
<td>476,487</td>
</tr>
<tr>
<td>Contributions</td>
<td>162,433</td>
<td>127,447</td>
</tr>
<tr>
<td><strong>Total operating revenues</strong></td>
<td><strong>2,655,532</strong></td>
<td><strong>2,393,311</strong></td>
</tr>
<tr>
<td><strong>Operating expenses:</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Personnel services</td>
<td>1,249,844</td>
<td>1,221,234</td>
</tr>
<tr>
<td>Materials and services</td>
<td>1,098,099</td>
<td>1,054,823</td>
</tr>
<tr>
<td>Depreciation</td>
<td>25,838</td>
<td>29,880</td>
</tr>
<tr>
<td>Utilities</td>
<td>30,308</td>
<td>26,290</td>
</tr>
<tr>
<td>Other supplies and expenses</td>
<td>216,842</td>
<td>200,863</td>
</tr>
<tr>
<td>Bad debt (recovery) expense</td>
<td>(1,712)</td>
<td>1,031</td>
</tr>
<tr>
<td><strong>Total operating expenses</strong></td>
<td><strong>2,619,219</strong></td>
<td><strong>2,534,121</strong></td>
</tr>
<tr>
<td><strong>Operating income (loss)</strong></td>
<td>36,313</td>
<td>(140,810)</td>
</tr>
</tbody>
</table>

| **Change in net position** |          |              |
|                           | 36,313    | (140,810)    |

| **Net position (deficit), beginning of year** | (1,478,993) | (1,338,183) |
| **Net position (deficit), end of year** | $1,442,680  | (1,478,993) |

See accompanying notes to financial statements.
KUNM-FM  
(A Department of the University of New Mexico)  

Statements of Cash Flows  
Years ended June 30, 2017 and 2016

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cash flows from operating activities:</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Received from membership and underwriting</td>
<td>$1,553,683</td>
<td>765,585</td>
</tr>
<tr>
<td>Received from grants</td>
<td>329,838</td>
<td>454,741</td>
</tr>
<tr>
<td>Received from other operating revenue</td>
<td>609,169</td>
<td>603,934</td>
</tr>
<tr>
<td>Payments to suppliers for goods and services</td>
<td>(1,327,542)</td>
<td>(717,330)</td>
</tr>
<tr>
<td>Payments to employees for services</td>
<td>(1,144,038)</td>
<td>(1,198,055)</td>
</tr>
<tr>
<td><strong>Net cash provided by (used in) operating activities</strong></td>
<td>21,110</td>
<td>(91,125)</td>
</tr>
</tbody>
</table>

**Net change in cash and cash equivalents**:  
21,110 (91,125)

| Cash and cash equivalents, beginning of year | 373,313 | 464,438 |
| Cash and cash equivalents, end of year | $394,423 | 373,313 |

Reconciliation of operating income (loss) to net cash provided by (used in) operating activities:  
Operating income (loss) | $36,313 | (140,810) |
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:  
Depreciation expense | 25,838 | 29,880 |
Provision for bad debt | (1,712) | 1,031 |
Changes in assets and liabilities:  
Accounts receivable | (13,052) | 6,678 |
Net impact of GASB 68 deferred ins/outs/net pension expense | 113,242 | 19,923 |
Accounts payable | 17,707 | (28,906) |
Accrued payroll | (4,284) | 295 |
Compensated absences | (3,152) | 2,961 |
Unearned revenue | (149,790) | 17,823 |

**Net cash provided by (used in) operating activities** | $21,110 | (91,125) |

See accompanying notes to financial statements.
Note 1. Nature of Business

KUNM-FM (the Station) is an unincorporated entity operating under a license issued by the Federal Communications Commission (FCC) to the University of New Mexico (UNM). The Station is a department of UNM and receives significant grants from the Corporation for Public Broadcasting (CPB) on an annual basis. These grants are used primarily for the purchase of program rights from National Public Radio.

Note 2. Summary of Significant Accounting Policies

Reporting Entity. KUNM-FM is a department of UNM and its financial data is included with the financial data in UNM’s basic financial statements. These basic financial statements present financial information that is attributable to KUNM-FM and does not purport to present and does not present the financial position of UNM.

Basis of Presentation. The accompanying financial statements have been prepared in accordance with the accounting disclosure and reporting requirements under Governmental Accounting Standards Board (GASB) pronouncements as the Station meets the criteria of a governmental entity. The significant accounting policies are summarized below.

The Station’s financial statements are reported using the flow of economic resources measurement focus and the full accrual basis of accounting. Accordingly, revenue is recognized when it is earned and expenses are recognized as soon as the liability is incurred.

Operating revenues and expenses are those incurred that relate directly to the primary operations of the Station, including administrative support from UNM and broadcast services. Unrestricted contributions and gifts do not have binding agreements and are recorded as revenues when received. Unrestricted grants are recorded as revenues at the time the grant awards are received and when eligibility requirements have been met. Restricted support and revenues are recognized upon incurring the appropriate expenses or meeting the eligibility requirements.

Estimates. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Net Position. Net position is classified into two components: net investment in capital assets and unrestricted. The Station has no restricted net position. These classifications are defined as follows:

- **Net investment in capital assets** – This component of net position consists of capital assets net of accumulated depreciation. The Station does not have any related debt.

- **Unrestricted** – This component of net position consists of net position that does not meet the definition of “restricted” or “net investment in capital assets.”
Note 2. Summary of Significant Accounting Policies

Cash and Cash Equivalents. The Station’s cash balances are on deposit with its fiscal agent. UNM serves as the fiscal agent for the Station through which the Station participates in a pooled bank account maintained by UNM. As fiscal agent, UNM requires the financial institution holding these pooled funds to maintain minimum collateral amounts. Interest is allocated monthly to the Station’s account based on its balance in the pooled bank account at the end of the preceding month. Custodial risk classifications are not available at the department level. For purposes of the statements of cash flows, the Station considers all cash accounts and all highly liquid securities and investments with an original maturity of three months or less to be cash equivalents. Certain revenues and expense accounts include noncash activity, which has been excluded from operating revenues and expenses in the statements of cash flows.

Accounts Receivable. The allowance for doubtful accounts is based on historical collection experience and management’s evaluation of the collectability of the accounts receivable. Management reviews accounts receivable and adjusts the allowance based on identified collection issues. After all attempts to collect a receivable have failed, the receivable is written off against the allowance. Based on the information available, management believes the allowance for doubtful accounts as of June 30, 2017 and 2016 is adequate.

Grant Revenue. The CPB distributes annual Community Service Grants (CSGs) to qualifying public broadcasting entities. CSGs are used to augment the financial resources of public broadcasting entities and thereby to enhance the quality of programming and expand the scope of public broadcasting services.

According to the Communications Act, CSG funds may be used at the discretion of recipients for purposes relating primarily to production and acquisition of programming. Also, the grants may be used to sustain activities begun with CSGs awarded in prior years.

Certain general provisions must be satisfied in connection with application for and use of the grants to maintain eligibility and meet compliance requirements. These general provisions pertain to the use of grant funds, record-keeping, audits, financial reporting, mailing list, and licensee status with the FCC.

Capital Assets. Capital assets are recorded at original cost or, if donated, at estimated fair value on the date of donation. The Station’s capitalization policy for moveable equipment includes all projects and/or items with a unit cost of $5,000 or more and an estimated useful life of greater than one year. Renovations to buildings that significantly increase the value or extend the useful life of the structure are capitalized. Routine repairs and maintenance are charged to operating expense in the year in which the expense was incurred. Depreciation is calculated using the straight-line method over the estimated useful lives of the assets, generally 50 years for buildings and 3 to 15 years for equipment. Depreciation is not allocated by functional expense in the accompanying financial statements.

Compensated Absences. The Station’s annual leave plan allows employees to accumulate 252 hours of leave. Employees may be paid for hours exceeding 168 only in case of death, retirement, or involuntary separation.

Unearned Revenues. Unearned revenue represents cash advances received from third parties, which have eligibility requirements. The unearned revenue will be recognized as revenue once the eligibility requirement has been met.
Note 2. Summary of Significant Accounting Policies (continued)

Contributions. Operating revenues and expenses include activities with characteristics of exchange transactions. Goods and services provided to the Station, which the Station would otherwise have to pay cash for, are recorded as in-kind contributions. Typically, the Station exchanges a service such as a promotional spot for these in-kind services. Consistent with GASB No. 33, Entertainment Broadcasters, revenue for these transactions shall be reported when the promotional spots are broadcast, and the related expense shall be reported once the merchandise or service has been received. If the merchandise or services are received prior to the broadcast of the promotional spots, a liability shall be reported. Likewise, if the promotional spot is broadcast first, a receivable shall be reported. Promotional artist recordings received cannot be reasonably valued and, therefore, are not reflected by the Station’s financial activity.

Indirect Administrative Support. The Station uses the Modified Total Direct Cost (MTDC) method, which is a method approved by CPB to compute indirect administrative support. The Station receives indirect administrative, custodial, and utility expense support from UNM. The amount of support, recorded as both revenue and other supplies and expenses, is determined by using the Other Sponsored Activities (OSA) Facilities & Administrative MTDC Base method.

Income Taxes. In the exercise of its essential governmental functions, the income generated by UNM and KUNM, as a department of UNM, is excluded from federal income tax under Internal Revenue Code (IRC) Section 115. However, income generated from activities unrelated to the exempt purpose of KUNM would be subject to tax under IRC Section 511(a)(2)(B).

Reclassification. Certain amounts from the prior year financial statement have been reclassified in order to conform to the current year presentation.

Note 3. Accounts Receivable

Accounts receivable for June 30 consisted of the following:

<table>
<thead>
<tr>
<th></th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade receivables, primarily for advertising</td>
<td>$60,099</td>
<td>$43,623</td>
</tr>
<tr>
<td>Allowance for doubtful accounts</td>
<td>(12,101)</td>
<td>(10,389)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$47,998</td>
<td>$33,234</td>
</tr>
</tbody>
</table>
Note 4. Capital Assets

Capital asset transactions consisted of the following during the years ended June 30, 2017 and 2016:

<table>
<thead>
<tr>
<th></th>
<th>June 30, 2016</th>
<th>Additions</th>
<th>Deletions</th>
<th>June 30, 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Broadcast equipment, furniture, and fixtures</td>
<td>$1,022,813</td>
<td>—</td>
<td>(17,156)</td>
<td>$1,005,657</td>
</tr>
<tr>
<td>Building improvements</td>
<td>593,025</td>
<td>—</td>
<td>—</td>
<td>593,025</td>
</tr>
<tr>
<td>Accumulated depreciation</td>
<td>(1,512,610)</td>
<td>(25,838)</td>
<td>17,156</td>
<td>(1,521,292)</td>
</tr>
<tr>
<td><strong>Capital assets, net</strong></td>
<td>$103,228</td>
<td>(25,838)</td>
<td>—</td>
<td>77,390</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>June 30, 2015</th>
<th>Additions</th>
<th>Deletions</th>
<th>June 30, 2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Broadcast equipment, furniture, and fixtures</td>
<td>$1,037,477</td>
<td>—</td>
<td>(14,664)</td>
<td>1,022,813</td>
</tr>
<tr>
<td>Building improvements</td>
<td>593,025</td>
<td>—</td>
<td>—</td>
<td>593,025</td>
</tr>
<tr>
<td>Accumulated depreciation</td>
<td>(1,497,394)</td>
<td>(29,880)</td>
<td>14,664</td>
<td>(1,512,610)</td>
</tr>
<tr>
<td><strong>Capital assets, net</strong></td>
<td>$133,108</td>
<td>(29,880)</td>
<td>—</td>
<td>103,228</td>
</tr>
</tbody>
</table>

Note 5. Operating Leases

The Station has commitments greater than one year in duration for equipment under operating lease agreements. Rental expense for the Station for the years ended June 30, 2017 and 2016 was $14,698 and $18,046, respectively.

Future minimum lease payments for the year(s) ending June 30 are as follows:

<table>
<thead>
<tr>
<th>Year</th>
<th>$</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>8,250</td>
</tr>
<tr>
<td>2019</td>
<td>300</td>
</tr>
<tr>
<td>Thereafter</td>
<td>—</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td>$8,550</td>
</tr>
</tbody>
</table>
Note 6. Related-Party Transactions

UNM administrative support of $446,736 and $476,487 for 2017 and 2016, respectively, is based on an allocation of actual indirect costs from UNM and is presented net of amounts paid to UNM for use of UNM’s accounting system of $11,633 and $11,701 for 2017 and 2016, respectively. The related expense of $437,279 and $466,333 for 2017 and 2016, respectively, is recorded as other supplies and services expenses, and $9,457 and $10,154 for 2017 and 2016, respectively, is recorded as utilities expense. This method of reporting indirect costs conforms to CPB guidelines.

The Station billed UNM for various services throughout the year that are recorded as underwriting revenue. Underwriting revenue from UNM for the years ended June 30, 2017 and 2016 was $24,622 and $44,801, respectively.

Note 7. Retirement Plans and Other Postemployment Benefits

(a) General Information about the Pension Plan

Plan Description: All of the Station’s full time employees participate in a public employee retirement system authorized under the Educational Retirement Act (Chapter 22, Article 11, NMSA 1978). The New Mexico ERA was enacted in 1957. The act created the Educational Employees Retirement Plan (Plan) and, to administer it, the New Mexico Educational Retirement Board (NMERB). The Plan is included in NMERB’s comprehensive annual financial report. The report can also be found on NMERB’s website at www.nmerb.org/annual_reports.html.

The plan is a cost sharing, multiple-employer pension plan established to provide retirement and disability benefits for certified teachers and other employees of the state’s public schools, institutions of higher learning, and state agencies providing educational programs. Additional tenets of the ERA can be found in Section 22-11-1 through 22-11-52, NMSA 1978, as amended.

The Plan is considered a component unit of the State’s financial reporting entity. The ERA assigns the authority to establish and amend benefit provisions to a seven-member Board of Trustees (Board); the state legislature has the authority to set or amend contribution rates and other terms of the Plan which is a pension benefit trust fund of the State of New Mexico. NMERB is self-funded through investment income and educational employer contributions. The Plan does not receive General Fund Appropriations from the State of New Mexico.

All accumulated assets are held by the Plan in trust to pay benefits, including refunds of contributions as defined in the terms of the Plan. Eligibility for membership in the Plan is a condition of employment, as defined Section 22-11-2, NMSA 1978. Employees of public schools, universities, colleges, junior colleges, technical-vocational institutions, state special schools, charter schools, and state agencies providing an education program, who are employed more than 25% of a full-time equivalency, are required to be members of the Plan, unless specifically excluded.

Benefits Provided: A member’s retirement benefit is determined by a formula which includes three component parts: 1) the member’s final average salary (FAS), 2) the number of years of service credit, and 3) a 0.0235 multiplier. The FAS is the average of the member’s salaries for the last five years of service or any other consecutive five year period, whichever is greater.
Summary of Plan Provisions for Retirement Eligibility: For members employed before July 1, 2010, a member is eligible to retire when one of the following events occurs:

- the member’s age and earned service credit add up to the sum of 75 or more;
- the member is at least sixty five years of age and has five or more years of earned service credit;
- the member has service credit totaling 25 years or more.

Chapter 288, Laws of 2009 changed the eligibility requirements for new members first employed on or after July 1, 2010 and before July 1, 2013. The eligibility for a member who either becomes a new member on or after July 1, 2010 and before July 1, 2013, or at any time prior to July 1, 2010 refunded all member contributions and then becomes reemployed after July 1, 2010 is as follows:

- the member’s age and earned service credit add up to the sum of 80 or more;
- the member is at least sixty seven years of age and has five or more years of earned service credit;
- or the member has service credit totaling 30 years or more.

Section 2-11-23.2, NMSA 1978 added eligibility requirement for new members who were first employed on or after July 1, 2013, or who were employed before July 1, 2013 but terminated employment and subsequently withdrew all contributions, and returned to work for an ERB employer on or after July 1, 2013. These members must meet one of the following requirements:

- The member’s minimum age is 55, and has earned 30 or more years of service credit. Those who retire earlier than age 55, but with 30 years of earned service credit will have a reduction in benefits to the actuarial equivalent of retiring at age 55.
- The member’s minimum age and earned service credit add up to the sum of 80 or more. Those who retire under the age of 65, and who have fewer than 30 years of earned service credit will receive reduced retirement benefits.
- The member’s age is 67, and has earned 5 or more years of service credit.

Forms of Payment: The benefit is paid as a monthly life annuity with a guarantee that, if the payments made do not exceed the member’s accumulated contributions plus accumulated interest, determined as of the date of retirement, the balance will be paid in a lump sum to the member’s surviving beneficiary.

Benefit Options: The Plan has three benefit options available:

- Option A-Straight Life Benefit – The single life annuity option has no reductions to the monthly benefit; and there is no continuing benefit due to a beneficiary or estate, except the balance, if any, of member contributions plus interest less benefits paid prior to the member’s death.
• Option B – Joint 100% Survivor Benefit – The single life annuity monthly benefit is reduced to provide for a 100% survivor’s benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the same benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member’s monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member’s increased monthly benefit commences in the month following the beneficiary’s death.

• Option C – Joint 50% Survivor Benefit – The single life annuity monthly benefit is reduced to provide for a 50% survivor’s benefit. The reduced benefit is payable during the life of the member, with the provision that, upon death, the reduced 50% benefit is paid to the beneficiary for his or her lifetime. If the beneficiary predeceases the member, the member’s monthly benefit is increased to the amount the member would have received under Option A Straight Life benefit. The member’s increased monthly benefit commences in the month following the beneficiary’s death.

Disability Benefit: An NMERB member is eligible for disability benefits if they have acquired at least ten years of earned service credit and is found totally disabled. The disability benefit is equal to 2% of the member’s Final Average Salary (FAS) multiplied by the number of years of total service credits. However, the disability benefit shall not be less than the smaller of (a) one-third of the member’s FAS or (b) 2% of the member’s FAS multiplied by total years of service credit projected to age 60.

Cost of Living Adjustment (COLA): All retired members and beneficiaries receiving benefits receive an automatic adjustment in their benefit on July 1 following the later of 1) the year a member retires, or 2) the year a member reaches age 65 (Tier 1 and Tier 2) or age 67 (Tier 3).

- Tier 1 membership is comprised of employees who became members prior to July 1, 2010
- Tier 2 membership is comprised of employees who became members after July 1, 2010, but prior to July 1, 2013
- Tier 3 membership is comprised of employees who became members on or after July 1, 2013

As of July 1, 2013, for current and future retirees the COLA is immediately reduced until the Plan is 100% funded. The COLA reduction is based on the median retirement benefit of all retirees excluding disability retirements. Retirees with benefits at or below the median and with 25 or more years of service credit will have a 10% COLA reduction; their average COLA will be 1.8%. Once the funding is greater than 90%, the COLA reductions will decrease. The retirees with benefits at or below the median and with 25 or more years of service credit will have a 5% COLA reduction; their average COLA will be 1.9%.

Members on disability retirement are entitled to a COLA commencing on July 1 of the third full year following disability retirement. A member on regular retirement who can prove retirement because of a disability may qualify for a COLA beginning July 1 in the third full year of retirement.
Notes to Financial Statements
June 30, 2017 and 2016

Refund of Contributions: Members may withdraw their contributions only when they terminate covered employment in the State and their former employer(s) certification determination has been received by NMERB. Interest is paid to members when they withdraw their contributions following termination of employment at a rate set by the Board. Interest is not earned on contributions credited to accounts prior to July 1, 1971, or for contributions held for less than one year.

Contributions: For the fiscal year ended June 30, 2017 and 2016 educational employers contributed to the Plan based on the following rate schedule.

<table>
<thead>
<tr>
<th>Fiscal Year</th>
<th>Date Range</th>
<th>Wage Category</th>
<th>Member Rate</th>
<th>Employer Rate</th>
<th>Combined Rate</th>
<th>Increase Over Prior Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>2017</td>
<td>7-1-16 to 6-30-17</td>
<td>Over $20K</td>
<td>10.70%</td>
<td>13.90%</td>
<td>24.60%</td>
<td>0.00%</td>
</tr>
<tr>
<td>2017</td>
<td>7-1-16 to 6-30-17</td>
<td>$20K or less</td>
<td>7.90%</td>
<td>13.90%</td>
<td>21.80%</td>
<td>0.00%</td>
</tr>
<tr>
<td>2016</td>
<td>7-1-15 to 6-30-16</td>
<td>Over $20K</td>
<td>10.70%</td>
<td>13.90%</td>
<td>24.60%</td>
<td>0.00%</td>
</tr>
<tr>
<td>2016</td>
<td>7-1-15 to 6-30-16</td>
<td>$20K or less</td>
<td>7.90%</td>
<td>13.90%</td>
<td>21.80%</td>
<td>0.00%</td>
</tr>
</tbody>
</table>

The contribution requirements are established in state statute under Chapter 10, Article 11, NMSA 1978. The requirements may be amended by actions of the New Mexico Legislature. The Station’s contributions to ERB for the fiscal years ended June 30, 2017, 2016 and 2015 were $104,041, $118,510 and $113,123, respectively, which equals the amount of the required contributions for the fiscal year.

(b) Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2017, the Station reported a liability of $2,162,568 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2015. The total pension liability was rolled-forward from the valuation date to the plan year ending June 30, 2016 using generally accepted actuarial principles. Therefore, the employers portion was established as of the measurement date of June 30, 2016. There were no significant events or changes in benefit provision that required and adjustment to the roll-forward liabilities as of June 30, 2016. The Station’s proportion of the net pension liability was based on a projection of the Station’s long-term share of contributions to the pension plan relative to the projected contributions of all participating educational institutions, actuarially determined. At June 30, 2016, the Station reported a liability of $1,863,943 for their proportionate shares of the net pension liability. At June 30, 2016, the Station’s proportion was 0.030051 percent which is a decrease of 0.00013 percent from its proportion measured as of June 30, 2015. At June 30, 2015, the Station’s proportion was 0.030051 percent which is a decrease of 0.00013 percent from its June 30, 2015 proportion of 0.02878 percent measured as of June 30, 2014.

For the years ended June 30, 2017 and 2016, the Station recognized pension expense of $199,455 and $138,463, respectively.
At June 30, 2017, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<table>
<thead>
<tr>
<th></th>
<th>Deferred outflows of resources</th>
<th>Deferred inflows of resources</th>
</tr>
</thead>
<tbody>
<tr>
<td>Differences between expected and actual experience</td>
<td>$ 9,382</td>
<td>20,569</td>
</tr>
<tr>
<td>Changes in assumptions</td>
<td>44,021</td>
<td>—</td>
</tr>
<tr>
<td>Net difference between projected and actual earnings on pension plan investments</td>
<td>129,087</td>
<td>—</td>
</tr>
<tr>
<td>Change in proportion and differences between Station contributions and proportionate share of contributions</td>
<td>59,936</td>
<td>27,744</td>
</tr>
<tr>
<td>Station contributions subsequent to the measurement date</td>
<td>115,255</td>
<td>—</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 357,681</strong></td>
<td><strong>48,313</strong></td>
</tr>
</tbody>
</table>

At June 30, 2016, the Station reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<table>
<thead>
<tr>
<th></th>
<th>Deferred outflows of resources</th>
<th>Deferred inflows of resources</th>
</tr>
</thead>
<tbody>
<tr>
<td>Differences between expected and actual experience</td>
<td>$ —</td>
<td>34,484</td>
</tr>
<tr>
<td>Changes in assumptions</td>
<td>64,111</td>
<td>—</td>
</tr>
<tr>
<td>Net difference between projected and actual earnings on pension plan investments</td>
<td>—</td>
<td>7,888</td>
</tr>
<tr>
<td>Change in proportion and differences between Station contributions and proportionate share of contributions</td>
<td>18,361</td>
<td>34,625</td>
</tr>
<tr>
<td>Station contributions subsequent to the measurement date</td>
<td>118,510</td>
<td>—</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ 200,982</strong></td>
<td><strong>76,997</strong></td>
</tr>
</tbody>
</table>
The $118,510 reported as deferred outflows of resources related to pensions resulting from Station contributions subsequent to the measurement date of June 30, 2016 will be recognized as a reduction of the net pension liability in the year ending June 30, 2017. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<table>
<thead>
<tr>
<th>Year ending June 30</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>2018</td>
<td>$ (36,010)</td>
</tr>
<tr>
<td>2019</td>
<td>(48,842)</td>
</tr>
<tr>
<td>2020</td>
<td>(77,783)</td>
</tr>
<tr>
<td>2021</td>
<td>(31,479)</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$ (194,114)</strong></td>
</tr>
</tbody>
</table>

Actuarial assumptions. The total pension liability in the June 30, 2016 actuarial valuation was determined using the following significant actuarial assumptions, applied to all periods included in the measurement:

- **Inflation**: 3.0%
- **Salary increases**: Composed of 3.0% inflation, plus a 0.75% productivity increase rate, plus a step-rate promotional increase for members with less than 10 years of service.
- **Investment rate of return**: 7.75% compounded annually, net of expenses. This is made up of a 3.00% inflation rate and a 4.75 real rate of return. The long-term expected rate of return on pension plan investments is determined annually using a building-block approach that includes the following:
  1) rate of return projections are the sum of current yield plus projected changes in price (valuation, defaults, etc.),
  2) application of key economic projections (inflation, real growth, dividends, etc.), and
  3) structural themes (supply and demand imbalances, capital flows, etc.) developed for each major asset class.
- **Average of Expected Remaining Service Lives**: 3.77 years
Mortality

Healthy males: Based on the RP-2000 Combined Mortality Table with White Collar adjustments, generational mortality improvements with Scale BB.

Healthy females: Based on GRS Southwest Region Teacher Mortality Table, set back one year, generational mortality improvements in accordance with Scale BB from the table’s base year of 2012.

Disabled males: RP-2000 Disabled Mortality Table for males, set back three years, projected to 2016 with Scale BB.

Disabled females: RP-2000 Disabled Mortality Table for females, no set back, projected to 2016 with Scale BB.

Active members: RP-2000 Employee Mortality Tables, with males set back two years and scaled at 80%, and females set back five years and scaled at 70%. Static mortality improvement from the table’s base year of 2000 to the year 2016 in accordance with Scale BB. No future improvement was assumed for preretirement mortality.

Retirement Age

Experience-based table rates based on age and service, adopted by the Board on June 12, 2015 in conjunction with the six-year experience study for the period ending June 30, 2014.

Cost-of-living increases

2% per year, compounded annually.

Payroll growth

3.5% per year (with no allowance for membership growth).

Contribution accumulation

5% increase per year for all years prior to the valuation date. (Contributions are credited with 4.0% interest, compounded annually, applicable to the account balance in the past as well as the future).

Disability Incidence

Approved rates applied to eligible members with at least 10 years of service
The actuarial assumptions and methods are set by the Plan’s Board of Trustees, based upon recommendations made by the Plan’s actuary. The Board adopted new assumptions on June 12, 2015 in conjunction with the six-year actuarial experience study period ending June 30, 2014. At that time, the Board adopted several assumption changes, which included a decrease in the annual wage inflation rate from 4.25% to 3.75%, and changes to the mortality rates, disability rates, and retirement rates for members who joined the plan after June 30, 2010. In addition, the board lowered the population growth rate assumption to zero.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

<table>
<thead>
<tr>
<th>Asset Class</th>
<th>Target Allocation</th>
<th>Long-Term Expected Rate of Return</th>
</tr>
</thead>
<tbody>
<tr>
<td>Equities</td>
<td>35%</td>
<td></td>
</tr>
<tr>
<td>Fixed Income</td>
<td>28%</td>
<td></td>
</tr>
<tr>
<td>Alternatives</td>
<td>36%</td>
<td></td>
</tr>
<tr>
<td>Cash</td>
<td>1%</td>
<td></td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>100%</strong></td>
<td><strong>7.75%</strong></td>
</tr>
</tbody>
</table>

*Discount rate.* A single discount rate of 7.75% was used to measure the total pension liability as of June 30, 2016. This single discount rate was based on a long-term expected rate of return on pension plan investments of 7.75%, compounded annually, net of expense. Based on the stated assumptions and the projection of cash flows, the plan’s fiduciary net position and future contributions were projected to be available to finance all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all period of projected benefit payments to determine the total pension liability.

The projections of cash flows used to determine this single discount rate assumed that plan member and employer contributions will be made at the current statutory levels.
Sensitivity of the Station’s proportionate share of the net pension liability to changes in the discount rate. The following presents Station’s proportionate share of the net pension liability calculated using the discount rate of 7.75 percent, as well as what the Station’s proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.75 percent) or 1-percentage-point higher (8.75 percent) than the current rate:

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>1% Decrease (6.75%)</td>
<td>1% Increase (8.75%)</td>
</tr>
<tr>
<td>Station’s proportionate share of</td>
<td>Current (7.75%)</td>
<td>Current (7.75%)</td>
</tr>
<tr>
<td>the net pension liability</td>
<td></td>
<td></td>
</tr>
<tr>
<td>$2,864,271</td>
<td>$2,162,568</td>
<td>$1,576,446</td>
</tr>
<tr>
<td>$2,508,060</td>
<td>$1,863,943</td>
<td>$1,322,818</td>
</tr>
</tbody>
</table>

Pension plan fiduciary net position. Detailed information about the pension plan’s fiduciary net position is available in separately issued NMERB’S financial reports. The reports can be found on NMERB’s Web site at https://www.nmerb.org/Annual_reports.html.

(c) Other Postemployment Benefits

As a department of the University of New Mexico, Station employees and eligible dependents are offered health, dental, and life insurance coverage. Additionally, retirees of the Station are offered postemployment health benefits under plans administered by UNM. The liability is recorded on UNM’s books and not allocated at the department level. However, employees hired after June 30, 2017 and 2016 will not be eligible for other postemployment benefits other than basic life insurance. The authority to establish and amend the benefit provisions and contribution requirements rests with the University of New Mexico’s Board of Regents. Details of the plans can be found in the audited financial statements of UNM located at www.unm.edu.
Note 8. Commitments and Contingencies

Federal Communications Commission (FCC). The Station maintains eight FCC licenses. All licenses have been renewed by the FCC until October 1, 2021. The Station renewed the main channel in March 2014.

Insurance Coverage. The Station is exposed to various risks of loss from torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions and natural disasters. As a department of UNM, the Station is insured through the State of New Mexico Risk Management Program, which provides general liability, auto liability, physical damage, and workers’ compensation insurance. The Station’s exposure is limited to $1,000 per any first-party incurred property loss, with the exception of theft, which has a $5,000 deductible.
Schedule of Proportionate Share of Net Pension Liability and Employer Contributions

The schedule of proportionate share of net pension liability and the schedule of employer contributions presents multiyear trend information for the last 10 fiscal years. Fiscal year 2015 was the first year of implementation, therefore, only three years are shown. Until a full 10-year trend is compiled, information for those years for which information is available will be presented.

### Schedule of Proportionate Share of Net Pension Liability

<table>
<thead>
<tr>
<th></th>
<th>Fiscal year</th>
<th>2015</th>
<th>2016</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Measurement date</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Station’s proportion of the net pension liability (asset)</td>
<td>0.0300%</td>
<td>0.0287%</td>
<td>0.0295%</td>
<td></td>
</tr>
<tr>
<td>Station’s proportionate share of the net pension liability (asset)</td>
<td>$2,162,568</td>
<td>$1,863,943</td>
<td>$1,683,174</td>
<td></td>
</tr>
<tr>
<td>Station’s covered – employee payroll</td>
<td>852,590</td>
<td>813,833</td>
<td>808,887</td>
<td></td>
</tr>
<tr>
<td>Station’s proportionate share of the net pension liability (asset) as a percentage of its covered – employee payroll</td>
<td>253.65%</td>
<td>229.03%</td>
<td>208.09%</td>
<td></td>
</tr>
<tr>
<td>Plan fiduciary net position as a percentage of the total pension liability</td>
<td>—%</td>
<td>63.97%</td>
<td>66.54%</td>
<td></td>
</tr>
</tbody>
</table>

### Schedule of Employer Contributions – ERB Plan

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Statutorily required employer contribution</td>
<td>$115,255</td>
<td>$118,510</td>
<td>$113,123</td>
</tr>
<tr>
<td>Contributions in relation to the statutorily required contribution</td>
<td>115,255</td>
<td>118,510</td>
<td>113,123</td>
</tr>
<tr>
<td>Contribution deficiency (excess)</td>
<td>—</td>
<td>—</td>
<td>—</td>
</tr>
<tr>
<td>Station’s covered-employee payroll</td>
<td>$822,151</td>
<td>$852,590</td>
<td>$813,833</td>
</tr>
<tr>
<td>Contributions as a percentage of covered-employee payroll</td>
<td>14.02%</td>
<td>13.90%</td>
<td>13.90%</td>
</tr>
</tbody>
</table>

### Notes to Schedules

**Changes of benefit terms and assumptions.** There were no benefit or assumption changes adopted since the last actuarial valuation. However, the actual cost of living adjustment (COLA) was less than the expected 2.0%, which resulted in a net $138 million decrease in the unfunded actuarial accrued liability.
1. Amounts provided directly by federal government agencies.
   A. Grants for facilities and equipment as restricted by the donor or received through a capital
   C. Appropriations from the General
   B. Grants and contributions other than underwriting
   A. Program and production underwriting

2. Amounts provided by Public Broadcasting Entities
   A. CPB - Community Service Grants
   B. CPB - all other funds from CPB (e.g. DDF, RTL, Programming Grants)
   C. PBS - all payments except copyright royalties and CPEB - all other PBE funds (specify)
   D. NPR - grants to public broadcasting stations - all payments
   E. National Science Foundation
   F. Other Federal Funds (specify)

3. Local boards and departments of education or other local government or agency sources
   A. Program and production underwriting
   B. Grants and contributions other than underwriting

3.1 NFFS Eligible

If you have an NFFS Exclusion, please click the "NFFS X" button and enter your NFFS Exclusions.
<table>
<thead>
<tr>
<th>Line</th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.1</td>
<td>Gifts and grants received through a capital campaign</td>
<td>$0</td>
</tr>
<tr>
<td>1.2</td>
<td>Gifts and grants received through a capital campaign (TV only)</td>
<td>$0</td>
</tr>
<tr>
<td>1.3</td>
<td>Gifts and grants received through a capital campaign (Radio only)</td>
<td>$0</td>
</tr>
<tr>
<td>2.1</td>
<td>Fees for services</td>
<td>$0</td>
</tr>
<tr>
<td>2.2</td>
<td>Rental income</td>
<td>$0</td>
</tr>
<tr>
<td>2.3</td>
<td>Licensing fees (not royalties - see instructions for Line 15)</td>
<td>$0</td>
</tr>
<tr>
<td>2.4</td>
<td>Other income eligible as NFFS (specify)</td>
<td>$0</td>
</tr>
<tr>
<td>3.1</td>
<td>Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign</td>
<td>$0</td>
</tr>
<tr>
<td>3.2</td>
<td>Other income ineligible for NFFS inclusion</td>
<td>$0</td>
</tr>
<tr>
<td>4.1</td>
<td>Program and production underwriting</td>
<td>$0</td>
</tr>
<tr>
<td>4.2</td>
<td>Government or agencies sources</td>
<td>$0</td>
</tr>
<tr>
<td>4.3</td>
<td>Other income ineligible for NFFS inclusion</td>
<td>$0</td>
</tr>
<tr>
<td>5. State colleges and universities</td>
<td></td>
<td></td>
</tr>
<tr>
<td>-----------------------------------</td>
<td></td>
<td></td>
</tr>
<tr>
<td><strong>5.1 NFFS Eligible</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Program and production underwriting</td>
<td>$79,580</td>
<td></td>
</tr>
<tr>
<td>B. Grants and contributions other than underwriting</td>
<td>$71,443</td>
<td></td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
<td></td>
<td></td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign</td>
<td></td>
<td></td>
</tr>
<tr>
<td>E. Gifts and grants received through a capital campaign (radio only)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>F. Other income eligible as NFFS (specify)</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>5.2 NFFS Ineligible</th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Program and production underwriting</td>
</tr>
<tr>
<td>B. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign (radio only)</td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign (TV only)</td>
</tr>
<tr>
<td>E. Gifts and grants received through a capital campaign but not for facilities and equipment</td>
</tr>
<tr>
<td>F. Other income ineligible for NFFS inclusion (specify)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>6. Other state-supported colleges and universities</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>6.1 NFFS Eligible</strong></td>
</tr>
<tr>
<td>A. Program and production underwriting</td>
</tr>
<tr>
<td>B. Grants and contributions other than underwriting</td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign</td>
</tr>
<tr>
<td>E. Gifts and grants received through a capital campaign</td>
</tr>
<tr>
<td>F. Other income eligible as NFFS (specify)</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>6.2 NFFS Ineligible</th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Program and production underwriting</td>
</tr>
<tr>
<td>B. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign</td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
</tr>
<tr>
<td>D. Gifts and grants received through a capital campaign</td>
</tr>
<tr>
<td>E. Gifts and grants received through a capital campaign (radio only)</td>
</tr>
<tr>
<td>F. Other income ineligible for NFFS inclusion (specify)</td>
</tr>
<tr>
<td>Income Source</td>
</tr>
<tr>
<td>------------------------------------------------------------------------------</td>
</tr>
<tr>
<td>A. Rental income</td>
</tr>
<tr>
<td>B. Fees for services</td>
</tr>
<tr>
<td>C. Licensing fees (not royalties – see instructions for Line 15)</td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign (TV only)</td>
</tr>
<tr>
<td>E. Other income ineligible for NFFS inclusion</td>
</tr>
<tr>
<td>F. Gifts and grants received through a capital campaign (Radio only)</td>
</tr>
<tr>
<td>G. Gifts and grants received through a capital campaign</td>
</tr>
<tr>
<td>H. Other income eligible as NFFS (specify)</td>
</tr>
<tr>
<td>7. Private colleges and universities</td>
</tr>
<tr>
<td>A. Program and production underwriting</td>
</tr>
<tr>
<td>B. Grants and contributions other than underwriting</td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
</tr>
<tr>
<td>8. Foundations and nonprofit associations</td>
</tr>
<tr>
<td>A. Program and production underwriting</td>
</tr>
<tr>
<td>B. Grants and contributions other than underwriting</td>
</tr>
<tr>
<td>C. Appropriations from the licensee</td>
</tr>
<tr>
<td>7.2 NFFS Ineligible</td>
</tr>
</tbody>
</table>

Variance greater than 25%
<table>
<thead>
<tr>
<th></th>
<th>2016</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>A. Rental income</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>B. Fees for services</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>C. Licensing fees (not royalties – see instructions for Line 15)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign (Radio only)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>E. Other income eligible for NFFS (specify)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Variance greater than 25%.</td>
<td>$165,903</td>
<td>$131,585</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>A. Rental income</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>B. Fees for services</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>C. Licensing fees (not royalties – see instructions for Line 15)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>D. Gifts and grants for facilities and equipment as restricted by the donor or received through a capital campaign (Radio only)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>E. Other income eligible for NFFS (specify)</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Variance greater than 25%.</td>
<td>$165,903</td>
<td>$131,585</td>
</tr>
</tbody>
</table>
### Form of Revenue

<table>
<thead>
<tr>
<th>Description</th>
<th>2015 Data</th>
<th>2016 Data</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Revenue from Friends groups less any revenue included</strong></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>Revenue from Friends groups less any revenue included</strong></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>A. Gross auction revenue</strong></td>
<td>9,150</td>
<td>0</td>
</tr>
<tr>
<td><strong>B. Direct auction expenses</strong></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>C. Gross special fundraising revenue</strong></td>
<td>131,560</td>
<td>150,451</td>
</tr>
<tr>
<td><strong>D. Direct special fundraising expenses</strong></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>E. Other income ineligible for NFFS inclusion</strong></td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

#### Notes:
- Variance greater than 25%.
- 15. Passes income
- 14. Special fundraising activities (see instructions for line 14)
- 10. Memberships and subscriptions (net of membership bad debts)
<table>
<thead>
<tr>
<th>Revenue Category</th>
<th>2015 Data</th>
<th>2016 Data</th>
<th>Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gains and losses on investments, charitable trusts and gift annuities and sale of other assets (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Gains from sales of property and equipment (do not include amounts on charitable trusts and gift annuities or other gains/losses on investments and endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Unrealized gains/losses on charitable trusts and gift annuities or other gains/losses on investments and endowment funds</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Realized gains/losses on investments (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Unrealized gains/losses on investment (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Interest and dividends on endowment funds</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Contributions to endowment programs (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Contributions to endowment programs on charitable trusts and gift annuities (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Realized gains/losses on charitable trusts and gift annuities (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Unrealized gains/losses on charitable trusts and gift annuities (other than endowment funds)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Total Revenue (Sum of lines 1 through 12, 13A, 14A)</td>
<td>$1,927,487</td>
<td>$1,799,532</td>
<td>$177,955</td>
</tr>
</tbody>
</table>

Click here to view all NFFS Ineligible revenue on Lines 3 and 4 through 9.

Click here to view all NFFS Eligible revenue on Lines 3 through 9.
<p>| | | | | |</p>
<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>22. Federal revenue from line 1.</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>23. Public broadcasting revenue from line 2.</td>
<td>$280,306</td>
<td>$215,102</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>24. Capital funds exclusion—TV</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>25. Revenue on line 20 not meeting the source, form, purpose, or recipient criteria</td>
<td>$1,030</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>26. Other automatic subtractions from total revenue</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>A. Auction expenses – limited to the lesser of lines 13a or 13b</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>B. Special fundraising event expenses – limited to the lesser of lines 14a or 14b</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>C. Gains from sales of property and equipment – line 16a</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>D. Realized gains/losses on investments (other than endowment funds) – line 16b</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>E. Unrealized investment and actuarial gains/losses (other than endowment funds) – line 16c</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>F. Realized and unrealized net investment gains/losses on endowment funds – line 17c, line 17d</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>G. Rental income (3.2A, 4.2A, 5.2A, 6.2A, 7.2A, 8.2A)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>H. Fees for services (3.2B, 4.2B, 5.2B, 6.2B, 7.2B)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>I. Licensing Fees (3.2C, 4.2C, 5.2C, 6.2C, 7.2C)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>J. Other revenue ineligible as NFFS (3.2E, 4.2E, 5.2E, 6.2E, 7.2E, 8.2E)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>K. FMV of high-end premiums (line 10.1)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>L. Membership bad debt expense (line 10.2)</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>M. Revenue from subsidiaries and other activities ineligible as NFFS</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td><strong>Total Direct Nonfederal Financial Support (Line 21 less Lines 22 through 26)</strong></td>
<td>$1,646,151</td>
<td>$1,584,430</td>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>
1. Determine station net direct expenses

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
<th>Revision</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total deductions</td>
<td>$210,804</td>
<td></td>
</tr>
<tr>
<td>1b.7. Other</td>
<td></td>
<td></td>
</tr>
<tr>
<td>In (1), Donated property and equipment (not included on the station's cost base, do not continue with this worksheet)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1b.8. Total deductions</td>
<td>$223,781</td>
<td></td>
</tr>
<tr>
<td>1b.1. Retirement allowances</td>
<td>$19,953</td>
<td></td>
</tr>
<tr>
<td>1b.2. Depreciation</td>
<td>$476,487</td>
<td></td>
</tr>
<tr>
<td>1b.3. Amortization</td>
<td>$0</td>
<td></td>
</tr>
<tr>
<td>1b.4. In-kind contributions (services and other assets)</td>
<td>$333,745</td>
<td></td>
</tr>
<tr>
<td>1b.6. Donated property and equipment (not included on the station's cost base, do not continue with this worksheet)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1b.5. Indirect administrative support (see guidelines for tb.5)</td>
<td></td>
<td></td>
</tr>
<tr>
<td>1b.9. Other</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

2. Modify licensee negotiated cost rate

Variance greater than 25%.

Licensee’s negotiated cost rate: 43.5%

Less: the components that do not benefit station

Net direct expenses: $1,880,355

Net direct expenses: $1,880,355

If the station's direct expenses are not included in the station's cost base, do not continue with this worksheet.

3. Total expenses

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>$1,880,355</td>
</tr>
<tr>
<td>2016</td>
<td>$1,880,355</td>
</tr>
</tbody>
</table>

4. Determine station net direct expenses

Rate is applicable to all programs
Rate is applicable to institutional and other sponsored activities
Rate is applicable to other sponsored activities

Note: The rates provided are subject to change and should be verified with the most recent documentation.
<table>
<thead>
<tr>
<th>Type of Occupancy Location</th>
<th>Value</th>
</tr>
</thead>
<tbody>
<tr>
<td>KUNM-FM(1507) Albuquerque, NM</td>
<td></td>
</tr>
</tbody>
</table>

**Schedule B Totals**

<table>
<thead>
<tr>
<th>Category</th>
<th>2015 Data</th>
<th>2016 Data</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total support activity benefiting station</td>
<td>$480,175</td>
<td>$477,986</td>
</tr>
<tr>
<td>Occupancy value</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Deductions: Fees paid to the licensee for overhead</td>
<td>$11,126</td>
<td>$11,702</td>
</tr>
<tr>
<td>Deductions: Support shown on lines 1 and 2 in excess of revenue reported in financial statements</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Total indirect administrative support (Forwards to Line 2 of the Summary of Nonfederal Financial Support)</td>
<td>$469,049</td>
<td>$466,284</td>
</tr>
</tbody>
</table>

**Comments**

1. Total indirect support (Forwards to Line 1 of Schedule B Tab 1) as shown in column B, line 6.
2. To enter an institutional type code for your licensee.
3. Type of Occupancy (Sum of 2b.1 through 2b.4).
4. Enter institutional type code for your licensee.

**Schedule C**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
<th>Revision</th>
</tr>
</thead>
<tbody>
<tr>
<td>Buildings</td>
<td>$1,781,270</td>
<td>2015 data</td>
</tr>
<tr>
<td>Equipment</td>
<td>$0</td>
<td></td>
</tr>
<tr>
<td>Interest</td>
<td>$1</td>
<td></td>
</tr>
</tbody>
</table>

**Schedule D**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
<th>Revision</th>
</tr>
</thead>
<tbody>
<tr>
<td>2b.1. Departmental administration</td>
<td>$1,925,342</td>
<td>2016 data</td>
</tr>
<tr>
<td>2b.2. Sponsored projects administration</td>
<td>$0</td>
<td>2016 data</td>
</tr>
<tr>
<td>2b.3. Library support</td>
<td>$11,126</td>
<td>2016 data</td>
</tr>
<tr>
<td>2b.4. Other</td>
<td>$0</td>
<td>2016 data</td>
</tr>
</tbody>
</table>
### Schedule C

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Professional Services (must be eligible as NFFS)</td>
<td>$553,720</td>
</tr>
<tr>
<td>Legal</td>
<td>$0</td>
</tr>
<tr>
<td>Accounting and/or auditing</td>
<td>$0</td>
</tr>
<tr>
<td>Engineering</td>
<td>$0</td>
</tr>
<tr>
<td>Other professionals (see specific line item instructions in Guidelines before completing)</td>
<td>$26,935</td>
</tr>
</tbody>
</table>

### General Operational Services (must be eligible as NFFS)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Local advertising</td>
<td>$0</td>
</tr>
<tr>
<td>State public broadcasting agencies (APBC, F-P-DOE, Tech Ohio)</td>
<td>$0</td>
</tr>
<tr>
<td>TV or educational radio</td>
<td>$0</td>
</tr>
</tbody>
</table>

### Other Services (must be eligible as NFFS)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>ITV or educational radio</td>
<td>$0</td>
</tr>
<tr>
<td>State public broadcasting agencies (APBC, F-P-DOE, Tech Ohio)</td>
<td>$0</td>
</tr>
<tr>
<td>Local advertising</td>
<td>$0</td>
</tr>
<tr>
<td>National advertising</td>
<td>$0</td>
</tr>
</tbody>
</table>

### Total In-kind Contributions - Services and other assets eligible as NFFS (sum of lines 1 through 3) | $87,298 |

### In-kind Contributions ineligible as NFFS

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Compact discs, records, tapes and cassettes</td>
<td>$51,394</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Exchange transactions</td>
<td>$9,705</td>
</tr>
</tbody>
</table>

### Other Services (must be eligible as NFFS)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Trade for use of Venue: Albuquerque Museum</td>
<td>$2,805</td>
</tr>
<tr>
<td>Equipment trade: ASU-MM</td>
<td>$500</td>
</tr>
<tr>
<td>Trade for custom cabinetry: OGB SW Roots Music</td>
<td>$625</td>
</tr>
<tr>
<td>Trade for cofee; annual: Whiting Cofee Co.</td>
<td>$1,967</td>
</tr>
<tr>
<td>Trade for display banners: Sign &amp; Image Factory</td>
<td>$612</td>
</tr>
</tbody>
</table>

### General Operational Services (must be eligible as NFFS)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Annual rental value of space (studios, offices, or tower facilities)</td>
<td>$26,935</td>
</tr>
</tbody>
</table>

### Professional Services (must be eligible as NFFS)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Legal</td>
<td>$0</td>
</tr>
<tr>
<td>Accounting and/or auditing</td>
<td>$0</td>
</tr>
<tr>
<td>Engineering</td>
<td>$0</td>
</tr>
<tr>
<td>Category</td>
<td>2015 Data</td>
</tr>
<tr>
<td>----------------------------------------------------------------</td>
<td>-----------</td>
</tr>
<tr>
<td>1. Land (must be eligible as NFFS)</td>
<td>$0</td>
</tr>
<tr>
<td>2. Building (must be eligible as NFFS)</td>
<td>$0</td>
</tr>
<tr>
<td>3. Equipment (must be eligible as NFFS)</td>
<td>$0</td>
</tr>
<tr>
<td>4. Vehicles (must be eligible as NFFS)</td>
<td>$0</td>
</tr>
<tr>
<td>5. Other (specify) (must be eligible as NFFS)</td>
<td>$0</td>
</tr>
<tr>
<td>6. Total in-kind contributions - property and equipment eligible as NFFS (sum of lines 1 through 5), forwards to Line 3b of the Summary of Nonfederal Financial Support</td>
<td>$0</td>
</tr>
<tr>
<td>7. IN-KIND CONTRIBUTIONS INELIGIBLE AS NFFS</td>
<td>$0</td>
</tr>
</tbody>
</table>

**Schedule D**

- **KUNM-FM(1507)**
- **Albuquerque, NM**

**1. Land (must be eligible as NFFS)**

<table>
<thead>
<tr>
<th>Comment</th>
<th>Name</th>
<th>Date</th>
<th>Status</th>
<th>Note</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Richard T</td>
<td>12/1/2016</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
## PROGRAM SERVICES

### EXPENSES

<table>
<thead>
<tr>
<th>Schedule E</th>
<th>Name</th>
<th>Comment</th>
<th>Status</th>
<th>Date</th>
<th>2015 data</th>
<th>2016 data</th>
</tr>
</thead>
<tbody>
<tr>
<td>Schedule E</td>
<td>KUNM-FM (1507)</td>
<td>Albuquerque, NM</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### EXCHANGE TRANSACTIONS

- Federal or public broadcasting sources:
  - 2015: $0
  - 2016: $0
- TV and networks (and distribution):
  - Expansion of existing facilities:
    - 2015: $0
    - 2016: $0
- Other (specify):
  - 2015: $0
  - 2016: $0
- Program information and promotion:
  - 2015: $0
  - 2016: $0
- All non-CPB Funds:
  - 2015: $0
  - 2016: $0

### PROGRAM EXPENSES

<table>
<thead>
<tr>
<th>Line</th>
<th>Description</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>1.00</td>
<td>Programming and production</td>
<td>$1,088,425</td>
<td>$1,379,945</td>
</tr>
<tr>
<td>1.10</td>
<td>A. Restricted Radio CSG</td>
<td>$64,339</td>
<td>$59,444</td>
</tr>
<tr>
<td>1.11</td>
<td>B. Unrestricted Radio CSG</td>
<td>$215,967</td>
<td>$155,657</td>
</tr>
<tr>
<td>1.12</td>
<td>C. Other CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>1.13</td>
<td>D. All non-CPB Funds</td>
<td>$808,119</td>
<td>$1,164,844</td>
</tr>
<tr>
<td>2.00</td>
<td>Broadcasting and engineering</td>
<td>$153,138</td>
<td>$116,309</td>
</tr>
<tr>
<td>2.10</td>
<td>A. Restricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>2.11</td>
<td>B. Unrestricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>2.12</td>
<td>C. Other CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>2.13</td>
<td>D. All non-CPB Funds</td>
<td>$153,138</td>
<td>$116,309</td>
</tr>
<tr>
<td>3.00</td>
<td>Program information and promotion</td>
<td>$145,086</td>
<td>$136,233</td>
</tr>
<tr>
<td>3.10</td>
<td>A. Restricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3.11</td>
<td>B. Unrestricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3.12</td>
<td>C. Other CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3.13</td>
<td>D. All non-CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>Line</td>
<td>Description</td>
<td>2015</td>
<td>2016</td>
</tr>
<tr>
<td>------</td>
<td>-------------</td>
<td>------</td>
<td>------</td>
</tr>
<tr>
<td>1</td>
<td>Total Expenses (sum of lines 1 to 7) must agree with audited financial statements</td>
<td>$2,085,185</td>
<td>$2,534,122</td>
</tr>
<tr>
<td>2A</td>
<td>D. All non-CPB Funds</td>
<td>$151,249</td>
<td>$136,233</td>
</tr>
<tr>
<td>2B</td>
<td>C. Other CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>2C</td>
<td>B. Unrestricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>2D</td>
<td>A. Restricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3</td>
<td>Revision</td>
<td>$311,342</td>
<td>$412,080</td>
</tr>
<tr>
<td>3A</td>
<td>D. All non-CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3B</td>
<td>C. Other CPB Funds</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3C</td>
<td>B. Unrestricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>3D</td>
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<td>$0</td>
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<tr>
<td>4</td>
<td>Support Services</td>
<td>$218,113</td>
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<td>4A</td>
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<tr>
<td>4B</td>
<td>C. Other CPB Funds</td>
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<td>$0</td>
</tr>
<tr>
<td>4C</td>
<td>B. Unrestricted Radio CSG</td>
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<td>4D</td>
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<td>Program Services</td>
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<td>5B</td>
<td>C. Other CPB Funds</td>
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<tr>
<td>5C</td>
<td>B. Unrestricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>5D</td>
<td>A. Restricted Radio CSG</td>
<td>$0</td>
<td>$0</td>
</tr>
<tr>
<td>------</td>
<td>---------------------------------------------------------------------</td>
<td>------</td>
<td>------</td>
</tr>
<tr>
<td></td>
<td></td>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$1,804,879</td>
<td>$2,319,021</td>
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<table>
<thead>
<tr>
<th>Year</th>
<th>Total expenses and investment in capital assets (direct only)</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$14,586</td>
<td>$0</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Year</th>
<th>Total expenses and investment in capital assets (direct and indirect)</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$14,586</td>
<td>$0</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Year</th>
<th>Total expenses and investment in capital assets (indirect and in-kind)</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Year</th>
<th>Total capital assets purchased or donated</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$14,586</td>
<td>$0</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Year</th>
<th>Total expenses (direct only)</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$1,475,775</td>
<td>$1,930,188</td>
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<table>
<thead>
<tr>
<th>Year</th>
<th>Total expenses (indirect and in-kind)</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$609,410</td>
<td>$603,934</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>Year</th>
<th>Total capital assets purchased or donated</th>
<th>2015</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td></td>
<td>$0</td>
<td>$0</td>
</tr>
</tbody>
</table>
You must choose one of the three reporting models in order to complete Schedule F. After making your selection, click the “Choose” button.

<table>
<thead>
<tr>
<th>Reporting Model</th>
<th>Statement Type</th>
<th>Description</th>
</tr>
</thead>
<tbody>
<tr>
<td>GASB Model A</td>
<td>Proprietary enterprise fund financial statements with business-type activities only</td>
<td></td>
</tr>
<tr>
<td>GASB Model B</td>
<td>Public broadcasting entity-wide financial statements with business-type activities</td>
<td></td>
</tr>
<tr>
<td>GASB Model C</td>
<td>Proprietorship fund financial statements</td>
<td></td>
</tr>
</tbody>
</table>

Choose Reporting Model

---

**2016 Data**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenues</td>
<td>$2,393,311</td>
</tr>
<tr>
<td>Non-operating Revenues</td>
<td>$0</td>
</tr>
<tr>
<td>Other Revenues</td>
<td>$0</td>
</tr>
<tr>
<td>Capital Grants, Gifts and Appropriations (if not included above)</td>
<td>$0</td>
</tr>
<tr>
<td>Total from AFS, lines 2a-2d</td>
<td>$2,393,311</td>
</tr>
</tbody>
</table>

**Reconciliation**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rounding error in Schedule B</td>
<td>$-48</td>
</tr>
</tbody>
</table>

**2017 Data**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating Revenues</td>
<td>$2,393,311</td>
</tr>
<tr>
<td>Non-operating Revenues</td>
<td>$0</td>
</tr>
<tr>
<td>Other Revenues</td>
<td>$0</td>
</tr>
<tr>
<td>Capital Grants, Gifts and Appropriations (if not included above)</td>
<td>$0</td>
</tr>
<tr>
<td>Total from AFS, lines 2a-2d</td>
<td>$2,393,311</td>
</tr>
</tbody>
</table>

**Reconciliation**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rounding error in Schedule B</td>
<td>$-48</td>
</tr>
</tbody>
</table>

3. Difference (line 1 minus line 2): $-48

4. If the amount on line 3 is not equal to $0, click the “Add” button and list the reconciling items.

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Rounding error in Schedule B</td>
<td>$-48</td>
</tr>
</tbody>
</table>

5. Total from AFS, lines 2a-2d

6. Gasb Model A Proprietary enterprise fund financial statements with business-type activities only
### Employment of Full-Time Radio Employees

<table>
<thead>
<tr>
<th>Major Job Category / Job Code / Joint Employee Type</th>
<th>5400</th>
<th>5500</th>
<th>5200</th>
<th>5700</th>
</tr>
</thead>
<tbody>
<tr>
<td>Ofﬁcials (unclass) - Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Managers - 2000</td>
<td>0</td>
<td>0</td>
<td>1</td>
<td>1</td>
</tr>
<tr>
<td>Professionals - 4500</td>
<td>1</td>
<td>1</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Technicians - 4000</td>
<td>1</td>
<td>1</td>
<td>2</td>
<td>2</td>
</tr>
<tr>
<td>Sales Workers - 4500</td>
<td>2</td>
<td>2</td>
<td>3</td>
<td>3</td>
</tr>
<tr>
<td>Office and Clerical - Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Craftspersons (Skilled) - Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Operatives (Semi-Skilled) - Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Laborers (Unskilled) - Total</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

Jump to question: 1.1

1.1 Employment of Full-Time Radio Employees

Please enter the number of FULL-TIME RADIO employees in the grids below. The first grid includes all female employees, the second grid includes all male employees, and the last grid includes all persons with disabilities. If any row has 1000 or more, please note the number in the space provided.

<table>
<thead>
<tr>
<th>Major Job Category / Job Code / Joint Employee Type</th>
<th>5400</th>
<th>5500</th>
<th>5200</th>
<th>5700</th>
</tr>
</thead>
<tbody>
<tr>
<td>University</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>State</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accountable</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>City</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Licensee Name</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>KUNM-FM</td>
<td>1507</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
### 1.1 Employment of Full-Time Radio Employees

<table>
<thead>
<tr>
<th>Job Category / Job Code / Major Job Category</th>
<th>Official</th>
<th>Manager</th>
<th>Professional</th>
<th>Technician</th>
<th>Sales Workers</th>
<th>Office and Clerical</th>
<th>Craftspersons (Skilled)</th>
<th>Operatives (Semi-Skilled)</th>
<th>Laborers (Unskilled)</th>
<th>Service Workers</th>
</tr>
</thead>
<tbody>
<tr>
<td>White, Non-Hispanic Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>2</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>African American Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Hispanic Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Native American Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Asian/Pacific Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>White, Non-Hispanic Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>2</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>African American Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Hispanic Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Native American Males</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Asian/Pacific Males</td>
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<td>0</td>
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<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Total</td>
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<td>2</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

Persons with Disabilities: 17

Jump to question 1.7
1.1 Employment of Full-Time Radio Employees

Please enter the number of full-time employees in the grids below. The first grid includes all female employees, the second grid includes all male employees, and the last grid includes all persons with disabilities. Please enter the number of full-time employees in the grids below. The first grid includes all female employees, the second grid includes all male employees, and the last grid includes all persons with disabilities.

<table>
<thead>
<tr>
<th>Gender</th>
<th>African American</th>
<th>Hispanic</th>
<th>Native American</th>
<th>Pacific Islander</th>
<th>White, Non-Hispanic</th>
</tr>
</thead>
<tbody>
<tr>
<td>Female</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>1</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>1</td>
</tr>
<tr>
<td>Male</td>
<td>2</td>
<td>2</td>
<td>0</td>
<td>0</td>
<td>2</td>
</tr>
</tbody>
</table>

Total: 3

1.2 Major Programming Decision Makers

Please report by gender and ethnic or racial group the headcount of full-time employees having responsibility for making major programming decisions. Include the station general manager if appropriate. Major programming decisions include decisions about program acquisition and production, program development, on-air program scheduling, etc. This item should result in a double-counting of some full-time employees; employees having the responsibility for making major programming decisions should be included in the counts for this item and again, by job category, in the full-time employee Question 1.1.

Of the full-time employees reported in Question 1.1, how many, including the station general manager, have responsibility for making major programming decisions?

<table>
<thead>
<tr>
<th>Gender</th>
<th>African American</th>
<th>Hispanic</th>
<th>Native American</th>
<th>Pacific Islander</th>
<th>White, Non-Hispanic</th>
</tr>
</thead>
<tbody>
<tr>
<td>Female</td>
<td>1</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>1</td>
</tr>
<tr>
<td>Male</td>
<td>2</td>
<td>2</td>
<td>0</td>
<td>0</td>
<td>2</td>
</tr>
</tbody>
</table>

Total: 3

1.3 Employment of Part-Time Radio Employees

Please enter the number of part-time employees in the grids below. The first grid includes all female employees, the second grid includes all male employees, and the last grid includes all persons with disabilities.

<table>
<thead>
<tr>
<th>Gender</th>
<th>African American</th>
<th>Hispanic</th>
<th>Native American</th>
<th>Pacific Islander</th>
<th>White, Non-Hispanic</th>
</tr>
</thead>
<tbody>
<tr>
<td>Female</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Male</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>

Total: 0
<table>
<thead>
<tr>
<th>Major Job Category / Job Code</th>
<th>African American Females</th>
<th>Hispanic Females</th>
<th>Native American Females</th>
<th>Asian/Pacific Females</th>
<th>White, Non-Hispanic Females</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Officials - 1000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>1000</td>
</tr>
<tr>
<td>Managers - 2000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>2000</td>
</tr>
<tr>
<td>Professionals - 3000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>3000</td>
</tr>
<tr>
<td>Technicians - 4000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>4000</td>
</tr>
<tr>
<td>Sales Workers - 4500</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>4500</td>
</tr>
<tr>
<td>Office and Clerical - 5100</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5100</td>
</tr>
<tr>
<td>Craftspersons (Skilled) - 5200</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5200</td>
</tr>
<tr>
<td>Operatives (Semi-skilled) - 5300</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5300</td>
</tr>
<tr>
<td>Laborers (Unskilled) - 5400</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5400</td>
</tr>
<tr>
<td>Service Workers - 5500</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5500</td>
</tr>
</tbody>
</table>

1.3 Employment of Part-Time Radio Employees

<table>
<thead>
<tr>
<th>Major Job Category / Job Code</th>
<th>African American Males</th>
<th>Hispanic Males</th>
<th>Native American Males</th>
<th>Asian/Pacific Males</th>
<th>White, Non-Hispanic Males</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Officials - 1000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>1000</td>
</tr>
<tr>
<td>Managers - 2000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>2000</td>
</tr>
<tr>
<td>Professionals - 3000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>3000</td>
</tr>
<tr>
<td>Technicians - 4000</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>4000</td>
</tr>
<tr>
<td>Sales Workers - 4500</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>4500</td>
</tr>
<tr>
<td>Office and Clerical - 5100</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5100</td>
</tr>
<tr>
<td>Craftspersons (Skilled) - 5200</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5200</td>
</tr>
<tr>
<td>Operatives (Semi-skilled) - 5300</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5300</td>
</tr>
<tr>
<td>Laborers (Unskilled) - 5400</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5400</td>
</tr>
<tr>
<td>Service Workers - 5500</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>5500</td>
</tr>
</tbody>
</table>
1.3 Employment of Part-Time Radio Employees

<table>
<thead>
<tr>
<th>Major Job Category / Job Code</th>
<th>Persons with Disabilities</th>
</tr>
</thead>
<tbody>
<tr>
<td>Officials - 1000</td>
<td>0</td>
</tr>
<tr>
<td>Managers - 2000</td>
<td>0</td>
</tr>
<tr>
<td>Professionals - 3000</td>
<td>0</td>
</tr>
<tr>
<td>Technicians - 4000</td>
<td>0</td>
</tr>
<tr>
<td>Sales Workers - 4500</td>
<td>0</td>
</tr>
<tr>
<td>Office and Clerical - 5100</td>
<td>0</td>
</tr>
<tr>
<td>Craftsmen (Skilled) - 5200</td>
<td>0</td>
</tr>
<tr>
<td>Operatives (Semi-Skilled) - 5300</td>
<td>0</td>
</tr>
<tr>
<td>Laborers (Unskilled) - 5400</td>
<td>0</td>
</tr>
<tr>
<td>Service Workers - 5500</td>
<td>0</td>
</tr>
</tbody>
</table>

1.4 Part-Time Employment

| Number working less than 15 hours per week | 2 |
| Number working 15 or more hours per week | 9 |

1.5 Full-Time Hiring

No full-time employees were hired (check here if applicable)

Enter the number of full-time employees in each category hired during the recall year:

<table>
<thead>
<tr>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>0</td>
</tr>
</tbody>
</table>

1.3 Employment of Part-Time Radio Employees

<table>
<thead>
<tr>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>0</td>
</tr>
<tr>
<td>Minority Female</td>
</tr>
<tr>
<td>----------------</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>0</td>
</tr>
<tr>
<td>0</td>
</tr>
</tbody>
</table>

1.6 Full-Time and Part-Time Job Openings

Number of full-time and part-time job openings: 8

1.7 Hiring Contractors

During the fiscal year, did you hire independent contractors to provide any of the following services?

- Underwriting solicitation related activities
- Direct Mail
- Telemarketing
- Other development activities
- Legal services
- Human Resource services
- Accounting/Payroll
- Computer operations
- Other

If no full-time or part-time job openings occurred, please enter zero.